



# MONTANA LEGISLATIVE BRANCH

## Legislative Fiscal Division

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Legislative Fiscal Analyst  
CLAYTON SCHENCK

DATE: June 6, 2006

TO: Legislative Finance Committee

FROM: Greg DeWitt

RE: Budget Amendments

As of June 6, 2006 the Legislative Fiscal Division has received notification of 28 certified budget amendments since the March 2006 Legislative Finance Committee meeting. The amendments total federal funds of \$23.3 million in FY 2006, and \$8.9 million in FY 2007. An additional 0.60 FTE in FY 2006 and 3.16 FTE in FY 2007 have also been added. One amendment extended approved budget authority and three amendments merge existing federal funds into fewer funds or transfer existing authority between expenditure categories. Figure 1 summarizes the budget amendments certified from the March 2006 committee meeting through May 22, 2006.

Each amendment, along with a brief explanation, is summarized in the attached table. Staff has reviewed the amendments and raises no concerns with amendments meeting statutory criteria.

Figure 2 summarizes the budget amendments that have been certified for the 2007 biennium. The various approving authorities have added a total of \$66.1 million so far in the 2007 biennium.

Figure 1 Budget Amendment Summary		
Component	FY 2006	FY 2007
Number of Amendments	24	14
FTE Added	0.60	3.16
State Special	\$17,000	\$0
Federal Revenue	23,328,433	8,896,826
Proprietary	5,000	0
Total Revenue	<u>\$23,350,433</u>	<u>\$8,896,826</u>

Figure 2 Budget Amendment Cumulative Summary						
LFC Meeting	Number of Amendments	FY 2006	FY 2007	Biennium Total	FY 2006 FTE	FY 2007 FTE
October 8, 2005	58	\$16,682,358	\$418,865	\$17,101,223	11.54	1.44
December 6, 2005	30	5,914,888	2,083,172	7,998,060	9.17	3.87
March 9, 2006	29	7,919,920	819,411	8,739,331	2.43	1.75
June 8, 2006	21	23,350,433	8,896,826	32,247,259	0.60	3.16
October 12, 2006*	0	0	0	0	0.00	0.00
November 14, 2006*	0	0	0	0	0.00	0.00
Total	<u>138</u>	<u>\$53,867,599</u>	<u>\$12,218,274</u>	<u>\$66,085,873</u>	<u>23.74</u>	<u>10.22</u>

\* Tentative dates

## Detailed Budget Amendment Report

LFC Meeting: June 2006				Amount FY06	Amount FY07	FTE FY06	FTE FY07
<b>BA #:</b> 701.4	<b>Agency/Program:</b> Administration - Information Technology Services D	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Merge 5 federal funds into 3 federal funds with one each for the Office of Cyber Protection, Public Safety Services Bureau, and GIS Buerau.						
<b>BA #:</b> 602	<b>Agency/Program:</b> Agriculture - Agriculture Science Division	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	1)To collect comprehensive data on pesticide residues in raw and finished drinking water 2) to provide the State a means for using the data it collects within the State 3) to provide the data to other Federal Agencies to be used for policy making, regulatory and educational purposes and 4) to communicate to the water industry and the general public the Pesticide Data Program's results.			164,039	99,039		
<b>BA #:</b> 602	<b>Agency/Program:</b> Agriculture - Central Management Division	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	1)To collect comprehensive data on pesticide residues in raw and finished drinking water 2) to provide the State a means for using the data it collects within the State 3) to provide the data to other Federal Agencies to be used for policy making, regulatory and educational purposes and 4) to communicate to the water industry and the general public the Pesticide Data Program's results.			23,461	23,461		
<b>BA #:</b> 650	<b>Agency/Program:</b> DNRC / Forestry	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Forest land enhancement program to provide assistance to private landowners for clean water, timber management and wildlife habitat.				53,000		
<b>BA #:</b> 626.02	<b>Agency/Program:</b> DNRC / Water	<b>Funding:</b> State Special	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Augmentation of emergency spending authority for repairs to the Deadman's Basin supply canal, total repair costs are \$20,000 than originally estimated. \$3000 of which will come from private funds.			17,000			
<b>BA #:</b> 658	<b>Agency/Program:</b> DNRC / Water	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	FEMA funds to complete flood mapping activities in Lewis & Clark, Lake, Cascade and Ravalli countes			26,000	22,444		
<b>BA #:</b> 660.0	<b>Agency/Program:</b> DNRC / Water	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Funds for the continued restoration of mount creek road to reduce sediment sources and loads to ashely creek in order to achieve TMDL limits in the flathead basin.			22,000	22,309		
<b>BA #:</b> 062.3	<b>Agency/Program:</b> DPHHS - Human and Community Services	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Request continuing federal authority for an increase in LIHEAP grant funds from US HHS. BCD, SA10033.3, accompanies this BCD to reduce the general fund, persuanat to Executive Order No. 25, to zero dollars. Federal funds of \$6.8 million in BA 062.2 and 062.3 resulted in an average LIEAP benefit increase of \$171 to approximately 22,500 homes and an additional 247 homes will be weatherized. Additionally, about \$1.3 million will be allocated to the six tribal programs. (Blackfeet, Salish Kootenai, Chippewa Cree, Fort Belknap, Fort Peck, and Northern Cheyenne)			2,256,928	124,000		
<b>BA #:</b> 062.2	<b>Agency/Program:</b> DPHHS - Human and Community Services	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Request for continuing federal authority due to an increase in LIEAP funds from US HHS. \$1.8 million for LIEAP benefits issued using state general fund under Executive Order #25 will be replaced with this federal fund in accordance with the language of Executive Order #25.			3,540,319	900,000		
<b>BA #:</b> 708	<b>Agency/Program:</b> FWP / Capital	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	FWP received Forest Legacy funding for the purchase of conservation easements in the Nevada Creek area.. The Nevada Cr. Project provides for 6,320 forest acres to be placed under a conservation easment with this funding.			1,379,000			
<b>BA #:</b> 730.2	<b>Agency/Program:</b> FWP / Capital	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Additional tri-state water council funding for threemile Wildlife Management Area project involved development of two springs to collect water for stockwater supply.			582			

**LFC Meeting: June 2006**

				<b>Amount FY06</b>	<b>Amount FY07</b>	<b>FTE FY06</b>	<b>FTE FY07</b>
<b>BA #:</b> 570.5	<b>Agency/Program:</b> FWP / Wildlife	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	State Wildlife Grant for birds and species of concern survey in NE Montana.			25,000	48,255	0.10	1.25
<b>BA #:</b> 007.2	<b>Agency/Program:</b> Historical Society - Administration Program	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Transfer \$4,000 of federal appropriation authority from operating expenses to personal services for indirect costs.						
<b>BA #:</b> 035	<b>Agency/Program:</b> Historical Society - Historic Preservation Program	<b>Funding:</b> Proprietary	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Increase appropriation authroity to spend copy fee revenues collected by the State Historic Preservation Office.			5,000			
<b>BA #:</b> 034	<b>Agency/Program:</b> Historical Society - Museum	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Increase federal appropriation authority for federal grant received from the Montana Committee for the Humanities - National Endowment for the Humanities. The project, Montana Mosaic: 20th Century People and events Teacher Institute will provide a summer workshop on teaching 20th century history to various classes			12,000			
<b>BA #:</b> 033	<b>Agency/Program:</b> Historical Society - Publications	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Increase federal appropriation authority for a federal grant from the Montana Committee for the Humanities - National Endowment for the Humanities. Project, The Copper Chorus: Mining, Politics, and the Montana Press 1889-1959, will allow the publication of the book by a U of M professor. The book examines the history and influence of the Anaconda newspapers from 1889-1959			3,000	3,000		
<b>BA #:</b> 709.4	<b>Agency/Program:</b> Judiciary - District Court Operations	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Move existing budget authority from personal services, operating, and equipment to grants to record grants made to local governments.						
<b>BA #:</b> 425	<b>Agency/Program:</b> Justice - Division of Criminal Investigation	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	US Department of Homeland Security grant that will be used to purchase hazard houses (kits) used in fire prevention training.			39,084		0.00	
<b>BA #:</b> 248.4	<b>Agency/Program:</b> Justice - Division of Criminal Investigation	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Federal Drug Enforcement grant for the Marijuana Eradication Program (MEP).			11,500			
<b>BA #:</b> 422	<b>Agency/Program:</b> Justice - Legal Services Division	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Faith and Coummunity Technical Support (FACTS) program for services to victims of domestic violence and child abuse. The majority of the funds will be passed through to subgrantors.			2,975,035			0.66
<b>BA #:</b> 146	<b>Agency/Program:</b> Labor & Industry - Work Force Service Division	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	The WIRED grant's primary focus is to promote economic development by providing new high growth and high skilled job opportunities. Montana has identified 32 counties and 6 Indian Reservations (WIRED region) in Central and Eastern Montana that have experienced an economic downturn due to drought, out migration and a non-diversified economy. As a result, Montana plans to use the grant money through energy development with the development of a bioproduct industrial cluster. For every seed crushing and processing plant job created, two additional jobs will be added in the WIRED region.			2,100,000	5,000,000	0.25	1.00
<b>BA #:</b> 619	<b>Agency/Program:</b> Library Commission	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	Increase federal appropriation authority by \$35,000 for a cooperative agreement with the U.S. Department of Agriculture to facilitate the archiving, distribution and development of natural resource geographic information for the Natural Resources Conservation Service			35,000			
<b>BA #:</b> 502	<b>Agency/Program:</b> Military Affairs - Army National Guard	<b>Funding:</b> Federal	<b>Concerns:</b> <input type="checkbox"/>				
<b>Purpose:</b>	This grant is to provide spending authority for Federal funds that are being received to fund expenses to execute Antiterrorism plans and programs.			75,000			

**LFC Meeting: June 2006**

LFC Meeting: June 2006				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #:	506	Agency/Program:	Military Affairs - Army National Guard	Funding:	Federal	Concerns:	<input type="checkbox"/>
Purpose:	This grant is for a modified FTE that will oversee the use of the Distance Learning Network by state agencies, local governments and other authorized groups. In addition to salaries and benefits these funds will be used for travel to various classrooms around the state and for the repair and maintenance of the distance learning equipment.			41,300	38,700	0.25	0.25
BA #:	507	Agency/Program:	Military Affairs - Army National Guard	Funding:	Federal	Concerns:	<input type="checkbox"/>
Purpose:	This grant is for additional federal funding that will support operation and maintenance costs.			1,400,000	2,161,118		
BA #:	705.2	Agency/Program:	Military Affairs - DES	Funding:	Federal	Concerns:	<input type="checkbox"/>
Purpose:	This grant is for the Department of Homeland Security FEMA Program relateing to the 2005 Predisaster Mitigation Competitive Grant. This will cover costs related to mitigation projects that will minimize the loss of life and property in the event of a disaster.			100,000	400,000		
BA #:	007.2	Agency/Program:	Military Affairs - DES	Funding:	Federal	Concerns:	<input type="checkbox"/>
Purpose:	This request is to extend existing authority in 840B5 as a result of a nine month extension in the 2004 Homeland Security Grant. This grant was originally slated to terminate on November 30, 2005. The nine month extension allows expenditures under this grant until August 31, 2006.			9,066,500	1,500		
BA #:	201	Agency/Program:	Military Affairs - Youth Challenge Program	Funding:	Federal	Concerns:	<input type="checkbox"/>
Purpose:	This grant is for an increase in federal spending authority so that the program can execute the 100% Federal Funds that have been provided for the standardized training of program staff by The National Challenge Institute in accordance with MYPCA Appendix 3. Obligation of NGB is to provide 100% Federal funding to the states for the expenses incurred and associated with staff training by The National Challenge Institute. No state match is required.			32,685			
Summary for 'LFC Meeting' = Jun 2006 (28 detail records)				Amount FY06	Amount FY07	FTE FY06	FTE FY07
Grand Total:				\$23,350,433	\$8,896,826	0.60	3.16